

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

July 11, 2011

Bruce Evans Nephi Sandstone Corporation 1250 North 200 West PO Box 137 Nephi, Utah 84648

Subject: Division Directive to Reclaim, Nephi Sandstone Corp., Cedar Springs Mine, M/023/0059, Juab

County, Utah

Dear Mr. Evans:

The Division of Oil, Gas and Mining requires that the Cedar Springs Mine be reclaimed. Regrading and seeding must be completed by December 31, 2011. This requirement is based on rule R647-4-117.4 which states in part:

Reclamation of a large mining operation may be required after five (5) years of continued suspension.

The Division will require complete reclamation of the mine site when the suspension period exceeds 10 years, unless the operator appeals to the Board prior to the expiration of the 10-year period and shows good cause for a longer suspension.

The Division is taking this action because available records indicate the Cedar Springs mine has been inactive since 2000 or earlier. In addition, the reclamation surety in the amount of \$30,000.00 is inadequate for the amount of disturbance.

Failure to complete reclamation as required may result in enforcement action.

If you have questions or concerns about this letter, please contact Wayne Western at 801-538-5263, or me at 801-538-5261. Thank you for your cooperation.

Sincerely.

Paul B. Baker

Mining Program Coordinator Minerals Regulatory Program

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